

MOLEMOLE MUNICIPALITY



FINANCIAL STATEMENTS

FOR THE

PERIOD ENDING

30 JUNE 2006

MOLEMOLE MUNICIPALITY

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MOLEMOLE MUNICIPALITY

GENERAL INFORMATION



MEMBERS OF THE EXECUTIVE COMMITTEE

The Mayor
Councillor
Councillor
Councillor
Councillor

Ms M M Mohale
Mr M H Kataka
Ms M S Mokgehle
Mr M K Mamotheti
Mr H Scheepers

GRADING OF LOCAL AUTHORITY

Grade 3

AUDITOR

Office of the Auditor General

BANKERS

Nedbank - Dendron

REGISTERED OFFICE

Civic Centre
Church Street 303
DENDRON

P O Box 44
DENDRON
0715

APPROVAL OF FINANCIAL STATEMENTS

The annual financial statements set out on pages 3 to 22 were approved by the Municipal Manager.

MUNICIPAL MANAGER

(Accounting Officer)

DATE

MOLEMOLE MUNICIPALITY

FOREWORD



Council has during the financial year improved and installed services at severe places including the rural villages.

The cash flow of the Municipality has improved drastically due to strict credit control measures and budget reform processes that were implemented during the year.

The Molemole Municipality will strive for better service delivery and to provide better and more basic services in the years to come.

This can only be achieved by committed staff, participation from the community and contributions from National and Provincial Spheres of Government.

A word of gratitude is expressed towards all individuals that had an input in the preparation of the financial statements.

THE MAYOR: COUNCILLOR M M Mohale
Chairperson of the Executive Committee

MOLEMOLE MUNICIPALITY

REPORT OF THE OFFICE OF THE AUDITOR GENERAL



MOLEMOLE MUNICIPALITY

TREASURER'S REPORT



1 OPERATING RESULTS

Details of the operating results per department, classification and object of expenditure are included in appendices D and E.

The overall operating results for the year ended 30 June 2006 are as follows:

	Actual 2006 R	Actual 2005 R	Budget 2006 R
Operating income for the year	26,999,954	20,741,742	27,205,259
Operating Expenditure	22,515,627	18,469,992	27,353,732
	<u>4,484,327</u>	<u>2,271,750</u>	<u>-148,473</u>

1.1 RATES, GENERAL AND ECONOMIC SERVICES

	Actual 2006 R	Actual 2005 R
Income	23,693,313	17,462,419
Expenditure	19,295,024	16,068,885
Surplus (deficit)	<u>4,398,289</u>	<u>1,393,534</u>

1.2 TRADING SERVICES

Electricity Service

	Actual 2006 R	Actual 2005 R
Income	2,455,242	2,378,339
Expenditure	2,397,456	2,069,625
Surplus (deficit)	<u>57,786</u>	<u>308,714</u>

Water Service

	Actual 2006 R	Actual 2005 R
Income	851,399	900,984
Expenditure	823,147	331,482
Surplus (deficit)	<u>28,252</u>	<u>569,502</u>

MOLEMOLE MUNICIPALITY

TREASURER'S REPORT



2 CAPITAL EXPENDITURE AND FINANCING

The following capital expenditure was incurred during 2005/2006:

DESCRIPTION

Furniture and Equipment	R	103,387
Vehicles	R	341,354
Roads and stormwater	R	854,252
Water reticulation	R	754,200
Sewerage reticulation	R	779,047
	R	2,832,240

The fixed assets were financed from the following funds:

DESCRIPTION

AMOUNT

Revenue	R	2,832,240
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A complete analysis of capital expenditure is included in Appendix C.

3 EXTERNAL LOANS, INVESTMENTS AND CASH

External loans outstanding, total investments from the various funds and cash were the following:

	2006 R	2005 R
External loans outstanding	120,898	154,128
Investments	742,653	706,334
Cash on hand	2,690	2,690
Bank balance	6,259,127	760,946
	6,883,572	1,315,842

4 FUNDS, RESERVES AND PROVISIONS

The movement regarding statutory funds, reserves, trust funds and provisions is reflected in Appendix A.

MOLEMOLE MUNICIPALITY

TREASURER'S REPORT



5 GAMAP ALLOCATION OF CASH AND INVESTMENTS

The cash and investments at hand on 30 June 2006 amounted to R 7 004 470

Cash and investments cover the liabilities as required.

6 APPRECIATION

I hereby wish to thank the Municipal Manager and personnel for the support they have given me during the preparation of these statements.

TREASURER



ACCOUNTING POLICIES

1 Basis of presentation

1.1 These financial statements have been prepared to conform to the standards laid down by the Institute of Municipal Finance Officers in its Code of Practice for Local Government Accounting (1997) and the Published Annual Financial Statements for Local Authorities (2nd edition 1996, as amended).

1.2 The financial statements are prepared on the historical cost basis, adjusted for capital expenditure as more fully detailed in note 3. The accounting policies are consistent with those applied in previous years, except if otherwise indicated.

1.3 The financial statements are prepared on the accrual basis.

Income is accrued when measurable and available. Certain direct income is recorded when received, such as traffic fines, certain licences and governmental grants.

Expenditure is accrued in the year it is incurred.

2 Consolidation

The balance sheet includes Rate and General Services. Housing Service. Trading Services and the different funds, reserves and provisions. All inter-departmental charges are set-off against each other, with the exception of assessment rates, refuse removal, sewerage, electricity and water, which are treated as income and expenditure in the respective departments.

3 Fixed assets

3.1 Fixed assets are stated at historical cost or at valuation (based on market price at date of acquisition), where assets have been acquired by grant or donation, while they are in existence and fit for use, except in the case of bulk assets which are written off at the end of their estimated life as determined by the Treasurer.

3.2 Depreciation: The balance shown against the heading "Loans Redeemed and other Capital Receipts" in the notes to the balance sheet is tantamount to a provision for depreciation, however, certain structural differences do exist. By way of this "provision" assets are written down over their estimated useful life. Apart from advances from the various council funds, assets may also be acquired through:



ACCOUNTING POLICIES

Appropriations from operating income, where the full cost of the asset forms an immediate and direct charge against operating income, and therefore it is unnecessary to make any further provision for depreciation. Grant or donation, where the amount representing the value of such grant or donation is immediately credited to the "Loans Redeemed and other Capital Receipts" account.

3.3 All net proceeds from the sale of fixed property are credited to the Land Trust Fund Net proceeds from the sale of other assets are credited to the Capital Development Fund or to income.

3.4 Capital assets are financed from different sources, including external loans, operating income, endowments and internal advances. These loans and advances are repaid within the estimated lives of the assets acquired from such loans and advances. Interest is charged to the service concerned at the ruling interest applicable at the time the advance is made.

4 Inventory

Inventory (stores and materials) is valued on the "first-in first-out (FIFO) basis.

5 Funds and reserves

5.1 *Capital development fund*

The Capital Development Fund Ordinance no 9 of 1978 requires a minimum contribution of 1.0% of the defined income for the immediately preceding financial year. No contribution was however made due to the fact that the balance of the Capital Development Fund will be reversed in 2006/07 financial year. (GRAP/GAMAP conversion process)

5.2 *Land trust fund*

The Land Trust Fund is used to finance the acquisition of land for housing projects. When land owned by the Council is sold, all proceeds there from are credited to the Fund.

6 Provisions

Provisions are created for liabilities or contingencies which are known at the date of the balance sheet, but for which the amounts involved cannot be determined with substantial accuracy. Provisions are made for leave payments, audit and debtors.



ACCOUNTING POLICIES

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7 Surpluses and deficits

Any surpluses or deficits arising from the operation of the electricity and water services are transferred to Rate and General Services to alleviate the tax burden of rate payers.

8 Investments

Investments are shown at the lower of cost or market value if a permanent decline in the value occurred, and are invested according to the provisions contained in Circular 1 of 1994 issued by the Provincial Administration.

9 Income recognition

9.1 *Electricity and water billings*

All meters are read and billed monthly. Where meters cannot be read during a particular month, they are provisionally billed with the necessary adjustments made in the month in which they are indeed read.

9.2 *Assessment rates*

Dendron applies a differential rating system in terms of this system assessments rates are levied on the land value of property. Certain rebates are granted according to the use to which a particular property is put.



MOLEMOLE MUNICIPALITY

BALANCE SHEET AT 30 JUNE 2006

	Note	2006 R	2005 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES			
Statutory Funds	1	1,125,049	1,125,049
		<input checked="" type="checkbox"/> E.5.2	
RETAINED SURPLUS / (ACCUMULATED DEFICIT)		4,759,867	-891,868
		5,884,916	233,181
TRUST FUNDS	2	794,944	794,944
		<input checked="" type="checkbox"/> E.6.1	
LONG TERM LIABILITIES	3	87,088	120,893
		<input checked="" type="checkbox"/> E.8.1	
CONSUMER DEPOSITS - SERVICES	4	365,944	356,602
		<input checked="" type="checkbox"/> E.10.3	
TOTAL CAPITAL EMPLOYED		<input checked="" type="checkbox"/> 7,132,892	<input checked="" type="checkbox"/> 1,505,620
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	5	120,898	154,128
		<input checked="" type="checkbox"/> D.2.4	
INVESTMENTS	6	311	9
		<input checked="" type="checkbox"/> E.3.1	
LONG TERM DEBTORS	7	259,253	606,367
		<input checked="" type="checkbox"/> E.4.6	
NET CURRENT ASSETS		<input checked="" type="checkbox"/> 6,752,430	<input checked="" type="checkbox"/> 745,116
CURRENT ASSETS		<input checked="" type="checkbox"/> 9,131,883	<input checked="" type="checkbox"/> 2,485,878
Debtors	10	1,932,410	785,970
		<input checked="" type="checkbox"/> A.4.4	
Bank & Cash	8	6,261,817	763,636
		<input checked="" type="checkbox"/> E.2.4	
Inventory	9	8,762	0
		<input checked="" type="checkbox"/> D.3.3	
Short Term Investments	6	742,653	706,334
		<input checked="" type="checkbox"/> E.3.1	
Short Term Portion of Long-Term Debtor	7	186,241	229,938
CURRENT LIABILITIES		<input checked="" type="checkbox"/> 2,379,453	<input checked="" type="checkbox"/> 1,740,762
Provisions	12	244,891	278,264
		<input checked="" type="checkbox"/> F.9.4	
Creditors	11	2,100,752	1,429,263
		<input checked="" type="checkbox"/> B.3.4	
Short-Term Portion of Long-Term Liabilit	3	33,810	33,235
TOTAL EMPLOYMENT OF CAPITAL		<input checked="" type="checkbox"/> 7,132,892	<input checked="" type="checkbox"/> 1,505,620



MOLEMOLE MUNICIPALITY

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

2004/2005 Actual Income	2004/2005 Actual Expenditure	2004/2005 Surplus / (Deficit)		2005/2006 Actual Income	2005/2006 Actual Expenditure	2005/2006 Surplus / (Deficit)	Budget Surplus / (Deficit)
RATES AND							
17,462,419	16,068,885	1,393,534	GENERAL SERVICES	23,693,313	19,295,024	4,398,289	158,332
16,414,513	14,598,995	1,815,518	Community Services	23,168,116	18,182,260	4,985,856	1,387,456
1,047,906	1,467,733	-419,827	Subsidised Services	525,197	1,105,257	-580,060	-1,229,124
0	2,157	-2,157	Economic Services	0	7,507	-7,507	0
3,279,323	2,401,107	878,216	TRADING SERVICES	3,306,641	3,220,603	86,038	-306,805
20,741,742	18,469,992	2,271,750	TOTAL	26,999,954	22,515,627	4,484,327	-148,473
<div> <div>Appropriation for the year</div> <div>6,402,491</div> <div>Refer to Note 14</div> <div>1,167,408</div> </div>							
<div> <div>8,674,241</div> <div>Net Surplus / (Deficit) for the Year</div> <div>5,651,735</div> </div>							
<div> <div>Net Surplus / (Deficit)</div> <div>-9,566,109</div> <div>at the beginning of the year</div> <div>-891,868</div> </div>							
<div> <div>-891,868</div> <div>ACCUMULATED SURPLUS</div> <div>(DEFICIT) AT THE END</div> <div>OF THE YEAR</div> <div>4,759,867</div> </div>							

MOLEMOLE MUNICIPALITY

CASH FLOW STATEMENT FOR THE YEAR

ENDED 30 JUNE 2006

	Note	2005/2006	2004/2005
		R	R
CASH GENERATED FROM OPERATING ACTIVITIES		8,531,652	11,562
Cash generated by operations	15	6,672,817	6,965,492
Increase / (Decrease) in working capital	16	1,711,756	-4,939,769
Investment income		178,863	199,487
		8,563,436	2,225,210
Application of funds		-31,784	-2,213,648
(Decrease) / Increase in trust funds		0	-2,148,633
Increase / (Decrease) in long-term liabilities		-31,784	-65,015
CASH UTILISED IN INVESTING ACTIVITIES		-3,033,471	1,798,611
Acquisition of fixed assets	17	-2,832,240	-284,103
Assets written off		-	0
Net financing activities of asset movements		-	-1,815
(Increase) / Decrease in investments		-201,231	2,084,529
CASH UTILISED FOR THE YEAR		5,498,181	1,810,173
CASH BALANCES AT THE BEGINNING OF THE YEAR		763,636	-1,046,537
CASH AT BANK AT YEAR END		6,261,817	763,636



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NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2006

	2005/2006	2004/2005
	R	R
1. <u>STATUTORY FUNDS</u>		
Capital Development Fund	<u>1,125,049</u>	<u>1,125,049</u>
(Refer to Apendix A for more Detail)		
2. <u>TRUST FUNDS</u>		
Land Trust Fund	794,944	794,944
	<u>794,944</u>	<u>794,944</u>
(Refer to Apendix A for more Detail)		
3. <u>LONG TERM LIABILITIES</u>		
Opening balance	120,893	154128
Adustment to opening balance	5	0
Government Loans - balance at year-end	<u>120,898</u>	<u>154,128</u>
Less: Current Portion Transferred to Current Liabilities	33,810	33,235
	<u>87,088</u>	<u>120,893</u>
(Refer to Apendix B for more Detail)		
4. <u>CONSUMER DEPOSIT SERVICES</u>		
Electricity and Water	<u>365,944</u>	<u>356,602</u>
5. <u>FIXED ASSETS</u>		
Fixed Assets at the Beginning of the Year	37,936,399	37,652,596
Capital Expenditure for the Year	2,832,240	284,103
Less: Assets Written Off, Transferred or Disposed Off	0	300
Total Fixed Assets	<u>40,768,639</u>	<u>37,936,399</u>
Less: Loans Redeemed and Other Capital Receipts	40,647,740	37,782,271
Net Fixed Assets	<u>120,898</u>	<u>154,128</u>
(Refer to Apendix C for more Detail)		



MOLEMOLE MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2006

	2005/2006	2004/2005
	R	R
6. <u>INVESTMENTS</u>		
<u>Long-term Investments:</u>		
Listed - NTK	311	9
<u>Short-term Investments:</u>		
Unlisted - Call Deposits	742,653	706,334
	<u>742,653</u>	<u>706,334</u>
7. <u>LONG-TERM DEBTORS</u>		
Motor Vehicle Loans	445,494	836,305
Less: Short-Term Portion Transferred to Current Assets	186,241	229,938
	<u>259,253</u>	<u>606,367</u>
8. <u>BANK & CASH</u>		
Current Account	6,259,127	760,946
Petty Cash	2,690	2,690
	<u>6,261,817</u>	<u>763,636</u>
9. <u>INVENTORY</u>		
Consumables	8,762	0
10. <u>DEBTORS</u>		
Consumer Debtors	4,666,141	5,302,663
VAT debtor	17,002	24,017
Suspense Account Debtors	-264	11,078
	<u>4,682,879</u>	<u>5,337,758</u>
Less: Provision for Bad Debts	2,750,469	4,551,788
	<u>1,932,410</u>	<u>785,970</u>



MOLEMO MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2006

	2005/2006	2004/2005
	R	R
11. CREDITORS		
Trade Creditors	768,342	431,835
Suspense Account Creditors	826,359	493,927
Sundry Deposits	6,051	3,501
Capricorn District Municipality - Bridging Finance	500,000	500,000
	2,100,752	1,429,263
12. PROVISIONS		
Accumulated Leave	244,891	278,264
	244,891	278,264
13. FINANCE TRANSACTIONS		
Capital Charges		
- Interest: External against Income Statement	1,321	1,816
- Redemption: External against Income Statement	117,231	32,736
Total Capital Charges	118,552	34,552
14. APPROPRIATIONS		
Appropriation Account		
Accumulated surplus / (Deficit): Beginning of the Year	-891,868	-9,566,109
Operating Surplus / (Deficit) for the Financial Year	4,484,327	2,271,750
Adjustments	1,167,408	6,402,491
<u>Suspense</u>		
Salary suspense	R (29,968)	
Consulting Fees	R (716)	
Refund Debtors	R 112	
Sundry Reciepts	R (147)	
Receipt Reversal	R 3,309	
Free Basic Water	R (111,065)	
Westphalia Village	R (3,980)	
Unknown Deposits	R (348,556)	
Clearing of suspense at year-end	R 14	
<u>Bank</u>		
Long outsatnding cheques	R (22,457)	
Prior year receipts made out in current year	R 286,932	
Reversal of prior year error in cash book	R (2,882)	
Adjustment to loan - to reflect o/b correctly	R (61,977)	
Adjustments to debtors - to correctly reflect balance at yearr-end	R (572)	
Vat Adjustments - to reflect correct liability at year -end	R (875,453)	
	4,759,867	-891,868



MOLEMO MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2006

	2005/2006	2004/2005
	R	R
15. CASH GENERATED BY OPERATIONS		
(Deficit)/Surplus for the year after appropriations	5,651,734	8,674,241
Adjustments for:		
Contributions to capital outlay	2,832,240	284,103
Contributions to funds and reserves	0	-3,899,684
Adjustment to cash	-154	-680
Leave and bonus accruals	-33,372	74,596
Non-Operating Income - Credited to funds	0	1,965,571
Capital charges capitalized to operating accounts	202,551	66,832
Interest received	-178,863	-199,487
Adjust to provision for bad debts	-1,801,319	0
	6,672,817	6,965,492
16. (INCREASE) / DECREASE IN WORKING CAPITAL		
(Increase) / Decrease in inventory	-8,763	14,594
Decrease / (Increase) in long-term debtors	390,811	-507,855
(Increase) / Decrease in short-term debtors	654,879	5,107,786
Increase / (Decrease) in creditors	671,487	-9,574,833
Increase / (Decrease) in consumer deposits	3,342	20,539
	1,711,756	-4,939,769
17. ACQUISITION OF FIXED ASSETS		
Funded by operating income	2,832,240	-284,103
	2,832,240	-284,103

18. RETIREMENT BENEFITS

All Councillors and Employees are members of the Municipal Pension Fund or the IMATU Retirement Fund.

These funds are subject to a tri-annual actuarial valuation.

The last valuation was performed in 2003 and indicates that the funds are in a sound financial position.



MOLEMOLE MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2006

2005/2006 2004/2005

R

R

19. CONTINGENT LIABILITIES AND CONTRACTIAL OBLIGATIONS

There are no Contractual Obligations by Molemole Municipality towards any Institutions

20. COUNCILLOR'S REMUNERATION

2005/06

2004/2005

Mayor	178,070	 C.2.30	94,810
Speaker	142,721		76,648
Exco Members	535,205		287,428
Councillors	1,390,358		613,169
Municipal Manager	599,102	↓	0
*Travelling	0		268,266
*Personal	0		64,944
*Contributions: Pension Fund	0		156,406
: Medical Fund	0		13,248
	 2,845,456	 1,574,919	

* Travelling, Personal & Contributions are allocated to relevant categories for the 2005/06 year

21. DEFERRED CHARGES

No Expenditure or Income was Deferred for the 2004/2005 Financial Year.



MOLEMOLE MUNICIPALITY

STATUTORY FUNDS, RESERVES AND PROVISIONS

	Balance at 30 June 2005	Contributions During the Year	Written Off Against Retained Surplus	Interest on Investments	Other Income	Expenditure During the Year	Balance at 30 June 2006
	R	R	R	R	R	R	R
STATUTORY FUNDS							
Capital Development Fund	1,125,049	0		0	0	0	1,125,049
TOTAL STATUTORY FUNDS	1,125,049	0		0	0	0	1,125,049
TRUST FUNDS							
Land Trust Fund	794,944	0		0	0	0	794,944
TOTAL TRUST FUNDS	794,944	0	0	0	0	0	794,944
TOTAL FUNDS AND RESERVES	1,919,993	0	0	0	0	0	1,919,993



MOLEMO MUNICIPALITY

EXTERNAL LOANS AND INTERNAL ADVANCES

	Balance at 30 June 2005	Redeemed in respect of prior year/corrections	Restated balance at 30 June 2005	Received During the Year	Redeemed or Written Off During the Year	Balance at 30 June 2006
	R	R	R	R	R	R
EXTERNAL LOANS						
NORTHERN PROVINCE - JOINT ELECTRICITY	14,128	0	14,128	0	5,231	8,898
Original Amount: R69 500-00 Repayable in Semi-Annual Payments of R3 276-42 Redeemable over a 30 Year Period at an Interest Rate of 10.25%						
CAPRICORN DISTRICT MUNICIPALITY - WATER SOEKMEKAAR RETICULATION	140,000	-84,000	224,000	0	112,000	112,000
Original Amount: R420 000-00 Repayable in Annual Payments of R28 000-00 Redeemable over a 15 Year Period Interest Free						
	154,128	-84,000	238,128	0	117,231	120,898



MOLEMOLE MUNICIPALITY

ANALYSIS OF FIXED ASSETS

ANNEXURE C

Expenditure 2004/2005		Budget 2005/2006	Balance at 30 June 2005	Expenditure 2005/2006	Written Off Transferred or Redeemed 2005/2006	Balance at 30 June 2006
R		R	R	R	R	R
237,150	RATES AND GENERAL SERVICES	3,419,583	19,864,865	2,832,240	-	22,697,105
92,641	COMMUNITY SERVICES	3,355,863	6,394,935	2,832,240	-	9,227,175
53,845	Public Works	2,831,208	1,856,907	2,394,339		4,251,246
812	Finance	10,919	109,656	29,020		138,675
	Estates	-	1,828,991			1,828,991
	Roads and Stormwater	-	1,034,236			1,034,236
	Streetlights	-	40,959			40,959
33,284	Council General	58,569	797,498	375,781	-	1,173,279
4,700	Municipal Manager	33,167	291,368			291,368
	Traffic Services	422,000	435,321	33,100		468,420
144,509	SUBSIDISED SERVICES	63,720	5,375,036	-	-	5,375,036
7,652	Civil Protection	-	115,624			115,624
	Municipal Buildings	-	2,773,848			2,773,848
136,857	Parks, Recreation and Cemetery	-	2,104,038			2,104,038
	Library	63,720	373,430			373,430
	Abattior		8,096			8,096
-	ECONOMIC SERVICES	-	8,094,894	-	-	8,094,894
-	Sanitation Services	-	8,094,894			8,094,894
46,954	TRADING SERVICES	489,806	18,071,534	-	-	18,071,534
-	Electricity Services	479,928	943,646			943,646
46,954	Water Services	9,878	17,127,888			17,127,888
284,104	TOTAL FIXED ASSETS	3,909,389	37,936,399	2,832,240	-	40,768,639
284,104			37,782,270	2,865,473	-	40,647,741
-	Loans Redeemed and Advances Paid		521,966	33,233		555,198
237,150	Contributions from Operating Income		5,158,473	2,832,240	-	7,990,713
46,954	Grants and Subsidies		29,326,054	-		29,326,054
-	Reserves		2,775,777			2,775,776
	NET FIXED ASSETS		154,128	-33,233	-	120,898



MOLEMOLE MUNICIPALITY

ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/2005		Actual 2005/2006	Budget 2005/2006
R		R	R
INCOME			
13,646,183	Government and Provincial Grants	19,835,759	19,843,454
7,095,559	Operating Income	7,164,195	7,361,805
1,080,290	Assessment Rates	1,205,538	1,168,999
2,378,339	Electricity Sales	2,036,959	2,771,219
900,984	Water Sales	792,631	1,045,269
2,536,459	Other Operational Income	2,950,204	2,227,918
199,487	Interest Received	178,863	148,400
20,741,742	TOTAL INCOME	26,999,954	27,205,259
EXPENDITURE			
7,787,860	Salaries and Allowances	9,709,547	12,771,448
1,519,709	Electricity Purchases	1,725,241	1,875,800
5,544,706	General Expenditure	7,057,904	6,857,540
1,333,491	Repairs and Maintenance	1,072,143	1,580,179
34,552	Capital Charges	118,552	309,033
284,103	Contribution to Fixed Assets	2,832,240	3,909,389
1,965,571	Contribution to Funds	0	50,343
18,469,992	TOTAL EXPENDITURE	22,515,627	27,353,732
2,271,750	Net Surplus / (Deficit) for the Year	4,484,327	-148,473



MOLEMOLE MUNICIPALITY

DETAILED INCOME STATEMENT FOR THE YEAR
ENDED 30 JUNE 2006

ACTUAL INCOME 2004/2005	ACTUAL EXPENSES 2004/2005	SURPLUS (DEFICIT) 2004/2005		ACTUAL INCOME 2005/2006	ACTUAL EXPENSES 2005/2006	SURPLUS (DEFICIT) 2005/2006	SURPLUS (DEFICIT) BUDGET
R	R	R		R	R	R	R
17,462,419	16,068,885	1,393,534	RATES AND GENERAL SERVICES	23,693,313	19,295,024	4,398,289	158,332
16,414,513	14,598,995	1,815,518	COMMUNITY SERVICES	23,168,116	18,182,261	4,985,855	1,387,451
1,080,290	0	1,080,290	Assessment Rates	1,205,538	0	1,205,538	1,168,999
0	612,565	-612,565	Civil Defence	0	0	0	0
13,448,956	6,504,882	6,944,074	Local Economic Development	0	1,195,813	-1,195,813	-1,466,343
1,119,933	3,123,431	-2,003,498	Council's General Expenses	19,843,959	4,591,255	15,252,704	13,650,101
30,714	2,409,731	-2,379,017	Public Works	1,062,444	5,865,610	-4,803,166	-4,645,712
734,621	1,886,893	-1,152,272	Municipal Manager	27,264	1,959,414	-1,932,150	-1,489,948
0	61,493	-61,493	Finance and Fixed Properties	1,028,911	3,432,296	-2,403,385	-3,336,112
			Traffic and Licensing	0	1,137,872	-1,137,872	-2,493,529
1,047,906	1,467,733	-419,827	SUBSIDISED SERVICES	525,197	1,105,251	-580,054	-1,229,124
1,047,906	1,434,620	-386,714	Library	525,197	1,105,257	-580,060	-1,229,124
0	33,113	-33,113	Parks, Estates and Cemeteries	0	0	0	0
0	2,157	-2,157	ECONOMIC SERVICES	0	7,507	-7,507	0
0	-268	268	Cleansing and Refuse Removal	0	0	0	0
0	2,425	-2,425	Sewerage	0	7,507	-7,507	0
3,279,323	2,401,107	878,216	TRADING SERVICES	3,306,641	3,220,601	86,040	-306,801
2,378,339	2,069,625	308,714	Electricity Services	2,455,242	2,397,456	57,786	-500,120
900,984	331,482	569,502	Water Services	851,399	823,147	28,252	193,315
20,741,742	18,469,992	2,271,750	TOTAL	26,999,954	22,515,627	4,484,327	-148,471
	6,402,491		Appropriations for the Year (Refer to Note 14)			1,167,408	
	8,674,241		Net Surplus / (Deficit) for the Year			5,651,735	
	-9,566,109		Accumulated Surplus / (Deficit) at the Beginning of the Year			-891,868	
	-891,868		ACCUMULATED SURPLUS / (DEFICIT) AT THE END OF THE YEAR			4,759,867	

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